NSC Ry (P.F.)
NATIONAL SECURITY COUNCIL —
WASHINGTON

INT 787/1

(319)

June 11, 1948

MEMORANDUM FOR:

Mr. Kennan

General Medamayer idmiral Struble Cemeral Moretad

SUBJECT:

Proposed MSC Directive

REFERENCE: NSC 10

The MSC Staff has prepared a proposed MSC Directive, which is enclosed herewith. It is requested that you indicate your concurrence or non-concurrence with the enclosure through your respective MSC Staff members at the enriest practicable date. It is not planned to call a consultants' mosting on this proposed directive unless you advise me that you consider it to be messeasary.

James S. Lay, Jr. Assistant Executive Secretary

Ger Admiral Hillenkoetter General Gruenther Mr. Chly

Declaration Releases on 3/3/81

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under province of 6 0 12065

by Reference of 6 0 12065

Juna 10, 195

PROPOSED MSC DIRECTIVE

- I. The National Security Council, taking cognized of the vicious covert activities of the USSE, its sate? countries and Communist groups to discredit and defeat aims and activities of the United States and other West powers, has determined that, in the interests of world peace and US national security, the overt foreign activities of the US Government must be supplemented by covert operations.
- 2. The Central Intelligence Agency is charged by National Security Council with conducting espionage and counter-espionage operations abroad. It therefore sees desirable, for operational reasons, not to create a non-egency for covert operations, but to place the responsibility for them within the structure of the Central Intelligence Agency and correlate them with espionage and counter-espionage operations under the overall control of the Director of Central Intelligence.
- 3. Therefore, under the authority of Section 1020 of the National Security Act of 1947, the National Security Council hereby directs that in time of peace:
 - a. Covert operations and planning and preparfor the conduct of such operations in time of war national emergency shall be conducted by a new Ofof Special Projects to be created within the Centi-Intelligence Agency.

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By the National Security Countil under provisions of E.O. 12068

- h. A highly qualified person nominated by
 Secretary of State and acceptable to the Director
 of Central Intelligence and approved by the Mation
 Security Council, shall be appointed as Chief of to
 Office of Special Projects.
- c. The head of the Office of Special Projects shall report directly to the Director of Central Intelligence for purposes of security and of flexibility of operations under conditions of peacand war, and to the maximum degree consistent with efficiency, the Office of Special Projects shall operate independently of other components of Centr Intelligence Agency.
- d. There shall be established an Operations
 Advisory Committee composed of one representative
 of the Secretary of State and one representative
 of the Secretary of Defense. These representative
 shall be provided assistants and staffs as necessa
 by their respective Secretaries. The functions of
 this Committee shall be:
 - (1) To furnish authoritative policy guida on covert operations to the Director of Centra Intelligence.
 - (2) To assist in the preparation of all plans for such operations. In disagreements arising between the Director of Central Intelligence and a member of the Operations Advisor

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Committee over such plans, the matter shall be referred to the National Security Council for decision.

- a. The Director of Central Intelligence shall be responsible for:
 - (1) Ansuring through the Operations
 Advisory Committee that covert operations
 are planned and conducted in a manner consists
 with UD foreign and military policies and with
 evert activities, and that plans for wartime
 covert operations are also acceptable to the
 Joint Chiefs of Staff as being consistent
 with and complementary to approved plans for
 wartime military operations.
 - (2) informing appropriate agencies of the US Government, both at home and abroad, (including diplomatic and military representatives in each area), are kept informed of such operation which will directly affect them.
- f. Supplemental funds for the conduct of the proposed operations for fiscal year 1949 shall be immediately requested. Thereafter operational fund for these purposes shall be included in normal Centintelligence Agency Budget requests.
- 4. In time of war or when the President directs, covert operations shall be conducted under the direction the Joint Chiefs of Staff under appropriate organization arrangements to be recommended by the Joint Chiefs of St

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and approved by the National Security Council.

- 5. As used in this directive, "covert operations" are understood to be all activities (except as noted herein) which are conducted or sponsored by this Government against hostile foreign states or groups or in support of friendly foreign states or groups but which are so planned and executed that any US Government responsibility for them is not evident to unauthorized persons and that if uncovered the US Government can plausibly disclaim any responsibility for them. Specific such operations shall include any covert activities rela to propaganda; preventive direct action, including sabot anti-sabotage, demolition and evacuation measures; subve against hosfile states, including assistance to undergro resistance movements, guerrillas and refugee liberation groups, and support of indigenous anti-communist element in threatened countries of the free world. Such operatishall not include armed conflict by recognized military forces, espionage, counter-espionage, and cover and deception for military operations.
- 6. This Directive supersedes the directive contains in MSC 4-A, which is hereby cancelled.